





DIVISION OF OIL, GAS & MINING

September 22, 1993

Anthony A. Gallegos Division of Oil, Gas and Mining 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203

Dear Tony:

Thank you for taking the time to meet with us. Buzz and I felt that you and Wayne were extremely helpful and that our meeting was very beneficial.

We will be reevaluating the feasibility of the TUG project in the near future. Hopefully, the results will be positive and we can renew the permitting activities and place the mine into production.

Please pass on our thanks to Wayne.

Sincerely,

Redford McDougall

(MEETING WAS 9/21/93)